

SECRET

(When Filled In)

SPEED LETTER		REPLY REQUESTED		DATE 9 December 1968
		YES	X NO	LETTER NO.
TO : West Coast Procurement Office		FROM: []		
ATTN: []				
Subject: Contract []				
<p>In accordance with our conversation of today, I am attaching the schedule that [] is working toward to determine if it is feasible to continue under our present contractual arrangement. As indicated, they have determined certain milestones which must be overcome before proceeding with the program, and if all of the milestones are overcome, then they will propose to fabricate the viewer under modified specifications. If that occurs, then a negotiation certainly will be in order.</p> <p>[]</p> <p>SIGNATURE</p>				
REPLY		DATE		
<p>Declass Review by NGA.</p> <p>SIGNATURE</p>				

CONFIDENTIAL

Chief, TSD/DS/NPIC

X1 ATTN :

[REDACTED]

18 JUN 1968

Chief, Procurement Division/OL

X1

[REDACTED]

X1

REF : [REDACTED] Letter T3911-5144, dtd 27 May 1968

X1

1. This will confirm the conversation between [REDACTED]

[REDACTED] concerning subject above.

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2. The subject contract provides in part "If the Contractor determines during the performance of Step I that the project is not feasible, he may stop work at that time, but under such circumstances the Government is not liable for any costs incurred." This allows the contractor to take unilateral action to stop work under the contract, a form of termination. By his letter of 27 May 1968, copy attached, he has exercised his option which has the effect of concluding the contract.

SIGNED

[REDACTED]

25X

Att

Distribution:

Orig & 1 - Addressee, w/att

1 - Contract [REDACTED] (Hqs Dummy)

Official, w/att

1 - OL/PD [REDACTED] w/o att

1 - C/PD/OL Chrono, w/att

X1

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X1

OL/PD:HE [REDACTED] (18 June 1968)

OL 3 4184

CONFIDENTIAL

CONFIDENTIAL

25X1

25X1

In Reply Refer To: T3911-5144

27 May 1968

25X1

Recognizing the complexities inherent in attaining the requirements of the subject program, the contract was configured into three distinct steps. Step 1 reserved to [] the right to stop work upon reaching a determination that it was not feasible to proceed. Results of our analyses submitted to date have not indicated we can achieve an acceptable design. Accordingly, pursuant to the special provisions of the subject contract, [] regretfully advises the project is not feasible and that all work has stopped. This action is taken consistent with the understanding of the contract that the Government is not liable for costs incurred during Step 1.

25X1

As a result of the preliminary information we have provided you as a product of our analyses, your technical organization is considering revising the specification for the development of this advanced rear projection screening viewer. [] is most interested in reviewing these new requirements with you and discussing alternate methods of contracting for this procurement.

25X1

One such alternate would be to modify the existing contract and proceed with the remaining program funds to accomplish a feasible design. This approach would yield the advantages of enabling [] to continue the program, while concurrently giving additional time to your office to determine the best method of obtaining funds for the prototype fabrication. [] recognizes that changing the scope of the contract and altering the method of payment whereby you would

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Copy furnished NAK
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T3911-5144
27 May 1968
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25X1

Subject: Contract

have to bear the costs from this point forward creates a burden on your office. We are prepared to discuss with you what consideration could be offered to assist you in justifying this modification. One approach previously tendered in prior conversations has been offering of rights in data.

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After you have had an opportunity to discuss this situation with your technical organization, will be pleased to meet at your convenience to discuss the future of the program.

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GRD:AWT:dml

GENERAL SERVICES ADMINISTRATION

ROUTINE SLIP

TO	CO	R1	R2	R3	R4	R5	R6	R7	R8	R9	R10
NAME AND/OR SYMBOL						BUILDING, ROOM, ETC.					
1.	<div style="border: 1px solid black; width: 150px; height: 30px;"></div>					WPIC.					
2.											
3.											
4.											
5.											
<div style="display: flex; flex-wrap: wrap;"> <div style="width: 33%;"> <input type="checkbox"/> ALLOTMENT SYMBOL <input type="checkbox"/> APPROVAL <input type="checkbox"/> AS REQUESTED <input type="checkbox"/> CONCURRENCE <input type="checkbox"/> CORRECTION <input type="checkbox"/> FILING <input type="checkbox"/> FULL REPORT <input type="checkbox"/> ANSWER OR ACKNOWLEDGE ON OR BEFORE _____ <input type="checkbox"/> PREPARE REPLY FOR THE SIGNATURE OF _____ </div> <div style="width: 33%;"> <input type="checkbox"/> HANDLE DIRECT <input type="checkbox"/> IMMEDIATE ACTION <input type="checkbox"/> INITIALS <input type="checkbox"/> NECESSARY ACTION <input type="checkbox"/> NOTE AND RETURN <input type="checkbox"/> PER OUR CONVERSATION <input type="checkbox"/> PER TELEPHONE CONVERSATION </div> <div style="width: 33%;"> <input type="checkbox"/> READ AND DESTROY <input type="checkbox"/> RECOMMENDATION <input type="checkbox"/> SEE ME <input type="checkbox"/> SIGNATURE <input type="checkbox"/> YOUR COMMENT <input type="checkbox"/> YOUR INFORMATION <input type="checkbox"/> </div> </div>											

REMARKS

FROM	CO	R1	R2	R3	R4	R5	R6	R7	R8	R9	R10
NAME AND/OR SYMBOL						BUILDING, ROOM, ETC.					
						WCPO					
						TELEPHONE				DATE	